

STATE OF IOWA GENERAL FUND BALANCE

(Dollars in Millions)

	Actual FY 2005	Estimated FY 2006	Estimated FY 2007	Preliminary Estimate FY 2008
Estimated Funds Available:				
Estimated Receipts	\$ 4,929.0	\$ 5,219.7	\$ 5,478.9 ¹	\$ 5,692.6 ²
Additional Revenue as of June 30, 2006		115.2		
Revenue Adjustments not included in Estimate			- 11.1	- 59.3
Total Funds Available	<u>4,929.0</u>	<u>5,334.9</u>	<u>5,467.8</u>	<u>5,633.3</u>
Expenditure Limitation				5,577.0
Estimated Appropriations and Expenditures:				
Appropriations	4,606.0	5,027.1	5,296.5	5,296.5
Supplemental Appropriations			31.8 ³	
Built-in and Anticipated Expenditures (See Attachment)				615.6
Adjustment to Balance Budget				- 335.1
Total Appropriations	<u>4,606.0</u>	<u>5,027.1</u>	<u>5,328.3</u>	<u>5,577.0</u>
Reversions	- 2.9	- 12.5	- 5.1	- 5.1
Net Appropriations	<u>4,603.1</u>	<u>5,014.6</u>	<u>5,323.2</u>	<u>5,571.9</u>
Ending Balance - Surplus	<u>\$ 325.9</u>	<u>\$ 320.3</u>	<u>\$ 144.6</u>	<u>\$ 61.4</u>
Appropriations/Transfers to Other Funds				
Property Tax Credit Fund	\$ 159.7	\$ 159.9	\$ 0.0	\$ 0.0
Senior Living Trust Fund	0.0	49.9	53.5	30.7
Regents Allocation	0.0	2.8	0.0	0.0
Cash Reserve Fund	166.2	107.7	91.1	30.7
Total	<u>\$ 325.9</u>	<u>\$ 320.3</u>	<u>\$ 144.6</u>	<u>\$ 61.4</u>

¹ For purposes of this report, the FY 2007 revenue estimate was revised by the LSA to account for a change in the FY 2006 base estimate that resulted from increased revenue collections at the close of June 30, 2006. The revised FY 2007 estimate reflects a 2.7% increase, which is the same percentage increase established by the Revenue Estimating Conference in March 2006.

² Assumes 3.9% increase compared to estimated FY 2007.

³ The estimated FY 2007 supplemental appropriations includes \$27.0 million for Medicaid and \$4.8 million to the Department of Public Health for costs associated with the purchase, storing, and distribution of antiviral treatment courses for the prevention and treatment of pandemic influenza.

STATE OF IOWA
General Fund Revenues after Expenditure Limitation
(Dollars in Millions)

CASH RESERVE FUND (CRF)	Actual FY 2005	Estimated FY 2006	Estimated FY 2007	Estimated FY 2008
Balance Brought Forward	\$ 159.7	\$ 222.3	\$ 374.3	\$ 401.3
Revenues:				
Gen. Fund Appropriation from Surplus	166.0	166.2	107.7	91.1
General Fund Approp. (1.0% Requirement) ²	45.5	0.0	0.0	0.0
Fed. Economic Stimulus Fund Approp.	10.7	0.0	0.0	0.0
Total Funds Available	<u>381.9</u>	<u>388.5</u>	<u>482.0</u>	<u>492.4</u>
Transfers/Appropriations:				
Appropriated for Property Tax Credits	-159.6	0.0	0.0	0.0
Excess Transferred to EEF	<u>0.0</u>	<u>- 14.2</u>	<u>- 80.7</u>	<u>- 69.9</u>
Balance Carried Forward	<u>\$ 222.3</u>	<u>\$ 374.3</u>	<u>\$ 401.3</u>	<u>\$ 422.5</u>
<i>Maximum 7.5%</i>	\$ 341.3	\$ 374.3	\$ 401.3	\$ 422.5

IOWA ECONOMIC EMERGENCY FUND (EEF)	Actual FY 2005	Estimated FY 2006	Estimated FY 2007	Estimated FY 2008
Balance Brought Forward	\$ 3.3	\$ 3.3	\$ 17.5	\$ 98.2
Estimated Revenues:				
Excess from Cash Reserve	<u>0.0</u>	<u>14.2</u>	<u>80.7</u>	<u>69.9</u>
Total Funds Available	<u>3.3</u>	<u>17.5</u>	<u>98.2</u>	<u>168.1</u>
Excess Transferred to SLTF/Gen. Fund	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>	<u>-27.3</u>
Balance Carried Forward	<u>\$ 3.3</u>	<u>\$ 17.5</u>	<u>\$ 98.2</u>	<u>\$ 140.8</u>
<i>Maximum 2.5%</i>	\$ 113.8	\$ 124.8	\$ 133.8	\$ 140.8

¹ Section 8.57(2), Code of Iowa, requires that if the amount of the surplus is greater than 2.0% of the adjusted revenue estimate, the amount of the appropriation to the Senior Living Trust Fund is 1.0% of the adjusted revenue estimate and the remainder of the surplus is appropriated to the Cash Reserve Fund.

² Section 8.57(1)(a), Code of Iowa, requires that an appropriation equal to 1.0% of the Adjusted Revenue Estimate be made if the Cash Reserve Fund balance is equal to or less than 6.5% of the Adjusted Revenue Estimate. If the balance in the Cash Reserve Fund is greater than 6.5% but less than 7.5%, the appropriation will be the amount necessary to bring the balance to 7.5%.

Senior Living Trust Fund Repayments
(In accordance with Section 8.57(2)(c), Code of Iowa)

	<u>Payments</u>	<u>Outstanding Balance</u>
Total Repayment Amount		\$ 300,000,000
Repayments		
Medicaid Transfer for FY 05	6,881,932	293,118,068
Est. FY 06 General Fund surplus transferred to the SLTF in FY 07	49,900,000	243,218,068
Endowment Appropriation for FY 07	25,000,000	218,218,068
Est. FY 07 General Fund surplus transferred to SLTF in FY 08	53,500,000	164,718,068